Form 3160-3 (August 1999)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

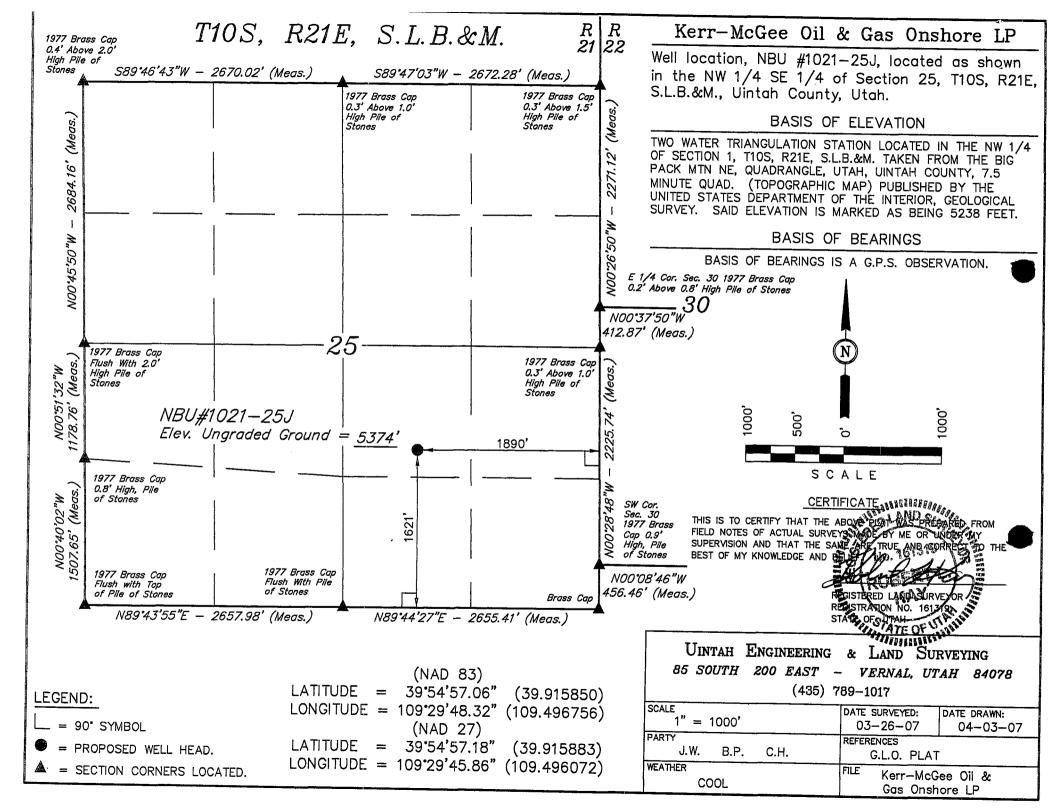
FORM APPROVED OMB No. 1004-0136 Expires November 30, 2000

5. Lease Serial No.

DEFAITMENT OF	THE INTERIC	JK.		5. Lease Senal No.		
BUREAU OF LAND	MANAGEMENT			UTU-0143933	UTU-0143933	
APPLICATION FOR PERMIT	6. If Indian, Allottee	or Tribe Name				
la. Type of Work: X DRILL REENTER				7. If Unit or CA Agr	eement, Name and No.	
	TODIVIER			UNIT #89100890)0Δ	
	F	,		8. Lease Name and V		
b. Type of Well: Oil Well Gas Well Oth	ег 🛄	Single Zone	Multiple Zone	NBU 1021-25	J	
2. Name of Operator KERR McGEE OIL & GAS ONSHORE LP				9. API Well No.	7-34575	
3A. Address 1368 SOUTH 1200 EAST VERNAL LIT 94079		o. (include area c	ode)	10. Field and Pool, or		
1368 SOUTH 1200 EAST VERNAL, UT 84078 4. Location of Well (Report location clearly and in accordance	(435) 781			NATURAL BUT		
At surface NW/SE 1621'FSL, 1890'EL 62		31 a15	805		or Blk, and Survey or Area	
At proposed prod. Zone	4192854	-119	495969	SEC. 25, T10S, I	D21E	
14. Distance in miles and direction from nearest town or post of		10 /.		12. County or Parish		
35.25 +/- MILES SOUTH OF OURAY, UTAH				UINTAH	UTAH	
15. Distance from proposed* location to nearest	16. No. of A	Acres in lease	17. Spacing Unit	dedicated to this well		
property or lease line, ft. (Also to nearest drig, unit line, if any)			1	•		
18. Distance from proposed location*	240.00		40.00		···	
to nearest well, drilling, completed, REFER	0.000	d Depth	20. BLM/BIA Bo			
applied for, on this lease, ft. TOPO	C 8770'		BOND NO: V	VYB000291		
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5372'GL	22. Approx	imate date work w	ill start*	23. Estimated duration	m	
	24. /	Attachments	· · · · · · · · · · · · · · · · · · ·			
The following, completed in accordance with the requirements o			shall be attached to t	his form:	*************************************	
The tene wing, completed in accordance with the requirements of	i Onshore On and	Oas Oldel 140. 1, s	man be attached to t	ms form.		
1. Well plat certified by a registered surveyor.		4. Bond to co	over the operations	unless covered by an exist	ing bond on file (see	
2. A Drilling Plan.		Item 20 ab	ove).			
3. A Surface Use Plan (if the location is on National Forest Syst	em Lands, the	5. Operator co	ertification.			
SUPO shall be filed with the appropriate Forest Service Offic	e.	6. Such other	site specific inform	ation and/or plans as may b	be required by the	
•		authorized		1	, , , , , , , , , , , , , , , , , , ,	
25. Stephalare	l Nai	ne (Printed/Typed	7)	I I	Date	
Muk malalas	•	EILA UPCHE		Į.	8/14/2007	
Aitie	<u>-</u>				0,200,	
SENIOR LAND ADMIN SPECIALIST		*				
Approved by (Signature)	Nai	ne (Printed/Typed BRADLE)			Date 08-29-07	
Title	Offi	ENVIRONMENT				
	!					
Application approval does not warrant or certify that the applica-	nt holds legal or eq	uitable title to tho	se rights in the subje	ect lease which would entitl	e the applicant to conduct	
operations thereon.						
Conditions of approval, if any, are attached.						
Title 18 U.S.C. Section 1001and Title 43 U.S.C. Section 1212, r. States any false, fictitious or fraudulent statements or representat	nake it a crime for	any person knowi	ngly and willfully to	make to any department of	agency of the United	
States any false, fictitious or fraudulent statements or representat	ions as to any mati	ter within its juriso	liction.	115(JEIVED	

*(Instructions on reverse)

AUG 2 1 2007



NBU #1021-25J NW/SE SEC 25, T10S, R21E UINTAH COUNTY, UTAH UTU-0143933

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. Estimated Tops of Important Geologic Markers:

<u>Formation</u>	<u>Depth</u>
Uinta	0- Surface
Green River	967'
Top of Birds Nest Water	1316'
Mahogany	1619'
Wasatch	4102'
Mesaverde	6674'
MVU2	7655'
MVL1	8283'
TD	8770'

2. <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:</u>

Substance	<u>Formation</u>	Depth
	Green River	967'
	Top of Birds Nest Water	1316'
	Mahogany	1619'
Gas	Wasatch	4102'
Gas	Mesaverde	6674'
Gas	MVU2	7655'
Gas	MVL1	8283
Water	N/A	
Other Minerals	N/A	

3. Pressure Control Equipment (Schematic Attached)

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

4. Proposed Casing & Cementing Program:

Please see the Natural Buttes Unit SOP.

5. <u>Drilling Fluids Program:</u>

Please see the Natural Buttes Unit SOP.

6. <u>Evaluation Program</u>:

Please see the Natural Buttes Unit SOP.

7. <u>Abnormal Conditions</u>:

Maximum anticipated bottomhole pressure calculated at 8770' TD, approximately equals 5437 psi (calculated at 0.62 psi/foot).

Maximum anticipated surface pressure equals approximately 3508 psi (bottomhole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot).

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please see Natural Buttes Unit SOP.

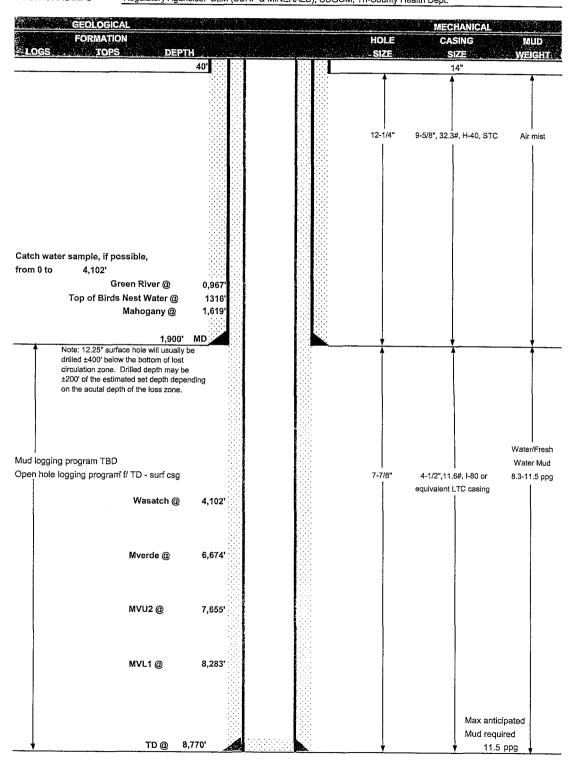
10. Other Information:

Please see Natural Buttes Unit SOP.



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP August 14, 2007 WELL NAME NBU 1021-25J TD 8,770' MD/TVD FIELD Natural Buttes COUNTY Uintah STATE Utah ELEVATION 5,372' GL KB 5,387' NW/SE SEC. 25, T10S, R21E 1621'FSL, 1890'FEL SURFACE LOCATION Straight Hole Latitude: 39.915850 Longitude: 109.496756 OBJECTIVE ZONE(S) Wasatch/Mesaverde ADDITIONAL INFO Regulatory Agencies: BLM (SURF & MINERALS), UDGOM, Tri-County Health Dept.





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM

	P							makes which a straight and	ESIGN FACT	O. S. Marie
	SIZE		TEST.	T.	學以學	GR.	ept c	BURST	COLLAPSE	JENSION :
CONDUCTOR	14"		0-40'							
								2270	1370	254000
SURFACE	9-5/8"	0	to	1900	32.30	H-40	STC	0.68*****	1.54	4.73
								7780	6350	201000
PRODUCTION	4-1/2"	0	to	8770	11.60	I-80	LTC	2.35	1.21	2.26

¹⁾ Max Anticipated Surf. Press.(MASP) (Surface Casing) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point)

(Burst Assumptions: TD =

11.5 ppg)

.22 psi/ft = gradient for partially evac wellbore

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

MASP 3315 psi

Burst SF is low but csg is much stronger than formation at 2000'. EMW @ 2000' for 2270# is 21.8 ppg or 1.13 psi/ft

CEMENT PROGRAM

	के के शब्द हो क	ELECTRICAL PROPERTY OF THE PRO	STATES!	8376EX	SATISTEN AND	3 440回0次
SURFACE LEAD	500	Premium cmt + 2% CaCl	215	60%	15.60	1.18
Option 1		+ .25 pps flocele				,,,,
TOP OUT CMT (1)	200	20 gals sodium silicate + Premium cmt	50		15.60	1,18
		+ 2% CaCl + .25 pps flocele				
TOP OUT CMT (2)	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
SURFACE		NOTE: If well will circulate water to s	urface, op	tion 2 will b	e utilized	
Option 2 LEAD	1500	Prem cmt + 16% Gel + 10 pps gilsonite	170	35%	11.00	3.82
		+.25 pps Flocele + 3% salt BWOC				
TAIL	500	Premium cmt + 2% CaCl	180	35%	15.60	1.18
	'	+ .25 pps flocele	Ì]	
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.60	1.18
PRODUCTION LEAD	3,600'	Premium Lite II + 3% KCI + 0.25 pps	390	60%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	5,170'	50/50 Poz/G + 10% salt + 2% gel	1450	60%	14.30	1.31
		+.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe.				
PRODUCTION	Float shoe, 1 jt, float collar. Centralize first 3 joints & every third joint to top of tail cement with bow spring centralizers.				

ADDITIONAL INFORMATION

	sing nead to 100 psi alte				
BODE:	11" 5M with one annular	and 2 rame	Test to 5 000 nei (ar	anular to 2 500 r	aci) aciar ta dri

BOPE: 11" 5M with one annular and 2 rams. Test to 5,000 psi (annular to 2,500 psi) prior to drilling out. Record on chart recorder & tour sheet. Function test rams on each trip. Maintain safety valve & inside BOP on rig floor at all times. Kelly to be equipped with upper & lower kelly valves.

Drop Totco surveys every	2000'. Maximum a	llowable hole and	ie is 5 degrees

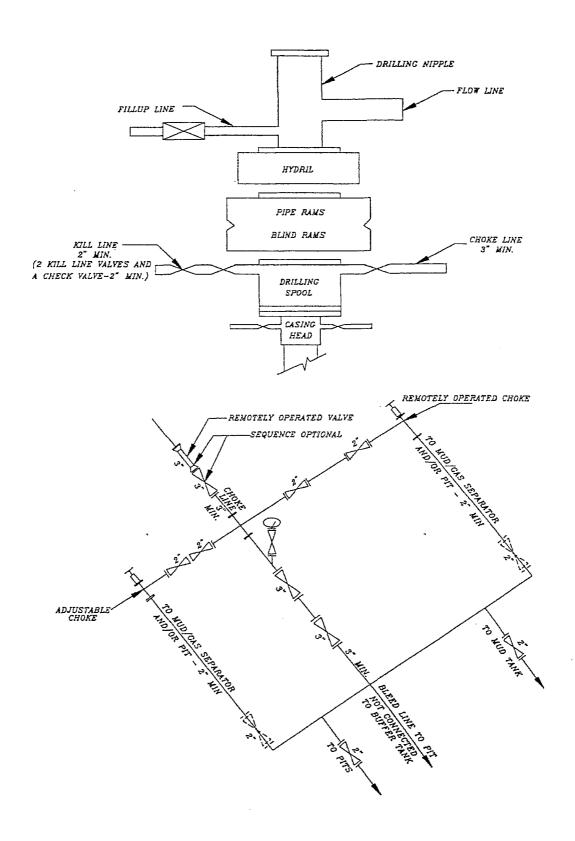
Most rigs have PVT Systems for mud monitoring. If no PVT is available, visual monitoring will be utililzed.

DRILLING ENGINEER:		DATE:
	Brad Laney	
DRILLING SUPERINTENDENT:		DATE:
	Randy Bayne	

²⁾ MASP (Prod Casing) = Pore Pressure at TD - (.22 psi/ft-partial evac gradient x TD)

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

5M BOP STACK and CHOKE MANIFOLD SYSTEM



NBU #1021-25J NW/SE SEC 25, T10S, R21E UINTAH COUNTY, UTAH UTU-00143933

ONSHORE ORDER NO. 1

MULTI-POINT SURFACE USE & OPERATIONS PLAN

1. Existing Roads:

Refer to the attached location directions.

Refer to Topo Maps A and B for location of access roads within a 2-mile radius.

2. Planned Access Roads:

Please see the Natural Buttes Unit Standard Operating Procedure (SOP).

Approximately 0.25 +/- miles of access road is proposed. Please refer to the attached Topo Map B.

3. Location of Existing Wells Within a 1-Mile Radius:

Please refer to Topo Map C.

4. Location of Existing & Proposed Facilities:

Please see the Natural Buttes Unit SOP.

A (STATE 30' rights-of-way will be required) approximately 4550' +/- of 4" steel pipeline is proposed from the location in Sec. 25, T10S, R21E (Lease #UTU-02277-C) The pipeline will cross into State Sec. 36, T10S, R21E (Lease #ML-47060); to an tie-in point. Please refer to Topo Map D

Variances to Best Management Practices (BMPs) Requested:

The pipeline shall be installed on surface within the access corridor for the well location. As a Best Management Practice (BMP), the pipeline would be buried within the access road corridor if possible. The construction of pipelines requires the corridor of 30 feet.

This exception to the BMP should be granted by the BLM Authorized Officer because indurated bedrock, such as sandstone, is at or within 2 feet of the surface and the soil has a poor history for successful rehabilitation.

All facilities will be painted within six months of installation. Facilities required to comply with the Occupational Safety and Health Act (OSHA) will be excluded. The requested color is Carlsbad Canyon Brown (2.5Y 6/2), a non-reflective earthtone.

5. Location and Type of Water Supply:

Please see the Natural Buttes SOP.

6. Source of Construction Materials:

Please see the Natural Buttes SOP.

7. Methods of Handling Waste Materials:

Please see the Natural Buttes SOP.

Any produced water from the proposed well will be contained in a water tank and will then be hauled by truck to one of the pre-approved disposal sites: RNI, Sec. 5, T9S, R22E, NBU#159, Sec. 35, T9S R21E, Ace Oilfield, Sec. 2, T6S, R20E, MC&MC, Sec. 12, T6S, R19E (Request is in lieu of filing Form 3160-5, after initial production).

8. Ancillary Facilities:

Please see the Natural Buttes SOP.

9. Well Site Layout: (See Location Layout Diagram)

The attached Location Layout Diagram describes drill pad cross-sections, cuts and fills, and locations of the mud tanks, reserve pit, flare pit, pipe racks, trailer parking, spoil dirt stockpile(s), and surface material stockpile(s).

Please see the attached diagram to describe rig orientation, parking areas, and access roads.

A 20 mil reserve pit liner with felt will be used. As discussed at the on-site inspection.

Location size may change prior to the drilling of the well due to the current rig availability. If the proposed location is not large enough to accommodate the drilling rig. The location will be resurveyed and a form 3160-5 will be submitted.

10. Plans for Reclamation of the Surface:

Please see the Natural Buttes SOP.

When the pit is backfilled, the topsoil pile shall be spread on the location up to the rig anchor points. The location will be reshaped to the original contour to the extent possible. The following seed mixture will be used to reclaim the surface for interim reclamation using appropriate reclamation methods. A total of 12 lbs/acre will be used if the seeds are drilled (24 lbs/acre if the seeds are broadcast). The per acre requirements for *drilled* seed are:

Black Sagebrush 12 lbs. Galleta Grass 4 lbs.

Operator shall call the BLM for the seed mixture when final reclamation occurs.

11. <u>Surface Ownership:</u>

The well pad and access road are located on lands owned by:

United States of America Bureau of Land Management 170 South 500 East Vernal, UT 84078 (435)781-4400

12. Other Information:

A Class III Archaeological Survey Report, has been performed and will be submitted when report becomes available.

The paleontological survey have been performed and will be submitted when report becomes available.

WILDLIFE STIPULATIONS:

SAGE GROUSE: No construction or drilling from March 1st – June 30th.

This location is not within 460' from the boundary of the Natural Buttes Unit, nor is it within 460' of any non-committed tract lying with the boundaries of the unit.

13. Lessee's or Operator's Representative & Certification:

Sheila Ucphego Senior Land Admin Specialist Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, UT 84078 (435) 781-7024 Randy Bayne
Drilling Manager
Kerr-McGee Oil & Gas Onshore LP
1368 South 1200 East
Vernal, UT 84078
(435) 781-7018

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under the terms and conditions of the lease for the operations conducted upon leased lands.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Bond coverage pursuant to 43 CFR 3104 for lease activities is being provided by BLM Nationwide Bold #WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed by the Operator, its contractors, and subcontractors in conformity with this plan and the terms and conditions under which it is approved.

Sheila Upchego

8/14/2007
Date

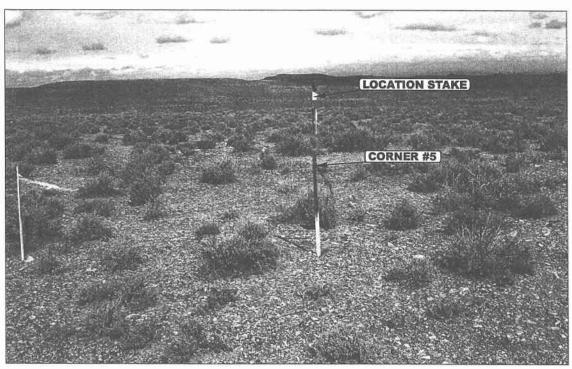
Kerr-McGee Oil & Gas Onshore LP NBU #1021-25J SECTION 25, T10S, R21E, S.L.B.&M.

PROCEED IN A WESTERLY DIRECTION FROM VERNAL, UTAH ALONG U.S. HIGHWAY 40 APPROXIMATELY 14.0 MILES TO THE JUNCTION OF STATE HIGHWAY 88; EXIT LEFT AND PROCEED IN A SOUTHERLY DIRECTION APPROXIMATELY 17.0 MILES TO OURAY, UTAH; PROCEED IN A SOUTHERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 11.2 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE EAST; TURN LEFT AND PROCEED IN AN EASTERLY, THEN SOUTHEASTERLY DIRECTION APPROXIMATELY 9.6 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHEAST; TURN RIGHT AND PROCEED IN A SOUTHEASTERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 1.7 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE WEST; TURN RIGHT AND PROCEED IN A WESTERLY, THEN SOUTHWESTERLY DIRECTION APPROXIMATELY 0.1 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN RIGHT AND PROCEED IN A NORTHWESTERLY DIRECTION APPROXIMATELY 0.15 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE SOUTHWEST; TURN LEFT AND PROCEED INA SOUTHWESTERLY, **THEN** WESTERLY **DIRECTION** APPROXIMATELY 0.45 MILES TO THE JUNCTION OF THIS ROAD AND AN EXISTING ROAD TO THE NORTHWEST; TURN RIGHT AND PROCEED IN A NORTHWESTERLY DIRECTION APPROXIMATELY 2.0 MILES TO THE EXISTING #1021-36B AND THE BEGINNING OF THE PROPOSED ACCESS FOR THE #1021-250 TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHERLY DIRECTION APPROXIMATLEY 0.2 MILES TO THE BEGINNING OF THE PROPOSED ACCESS TO THE NORTH; FOLLOW ROAD FLAGS IN A NORTHERLY DIRECTION APPROXIMATLEY 0.25 MILES TO THE PROPOSED LOCATION.

TOTAL DISTANCE FROM VERNAL, UTAH TO THE PROPOSED WELL LOCATION IS APPROXIMATELY 56.65 MILES.

Kerr-McGee Oil & Gas Onshore LP

NBU #1021-25J LOCATED IN UINTAH COUNTY, UTAH **SECTION 25, T10S, R21E, S.L.B.&M.**



CAMERA ANGLE: NORTHWESTERLY



PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

CAMERA ANGLE: NORTHERLY



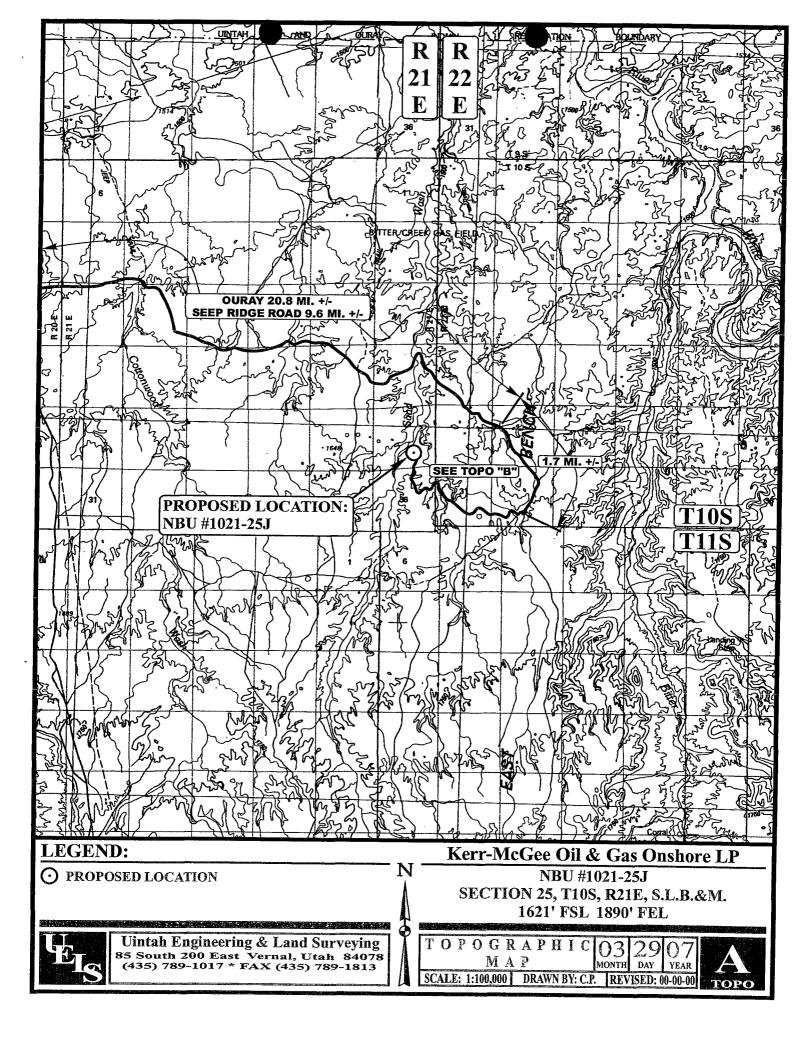
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

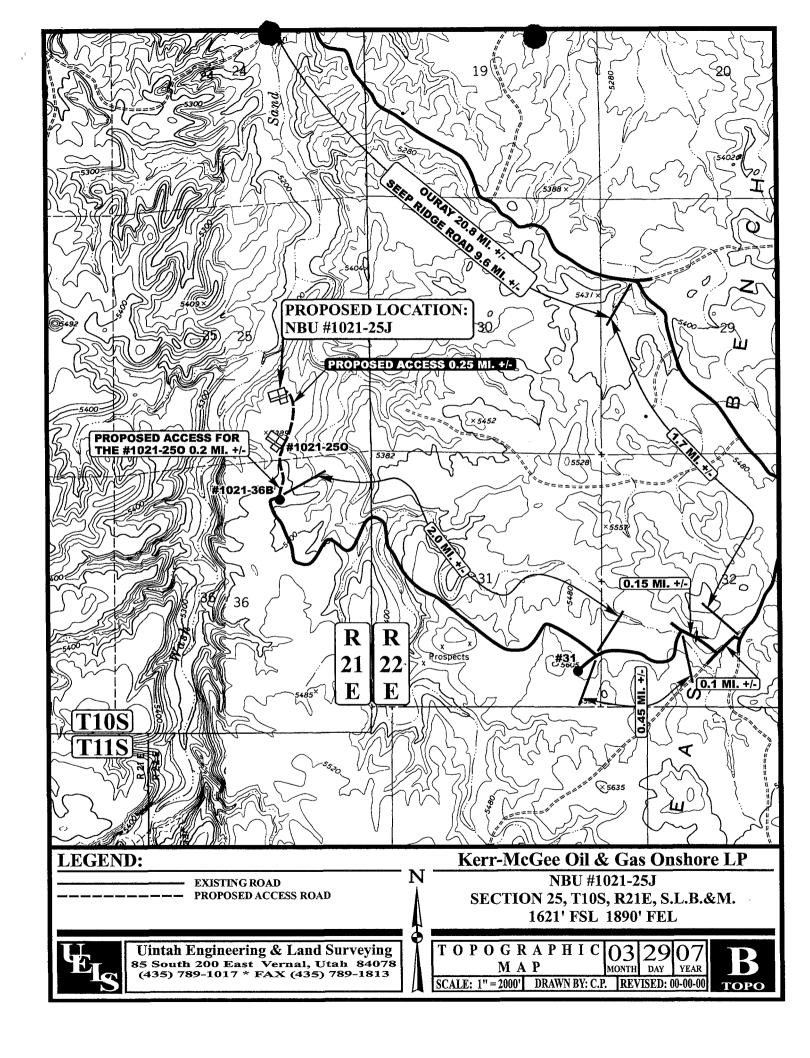
LOCATION PHOTOS

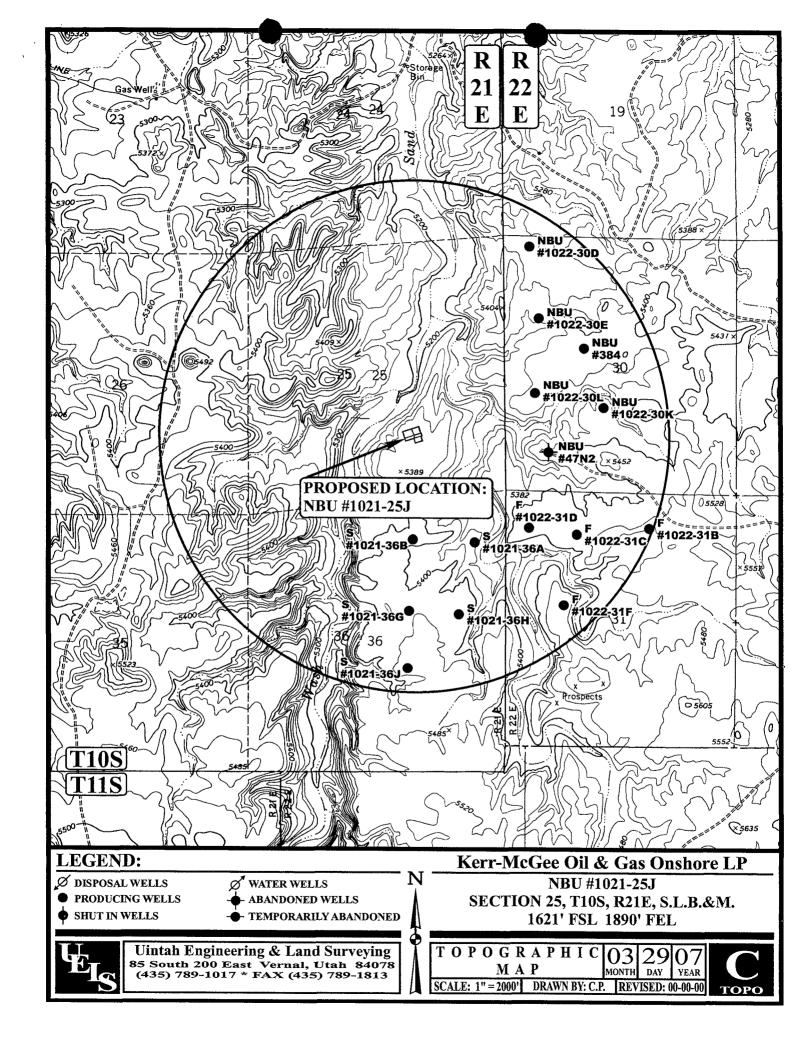
MONTH DAY YEAR

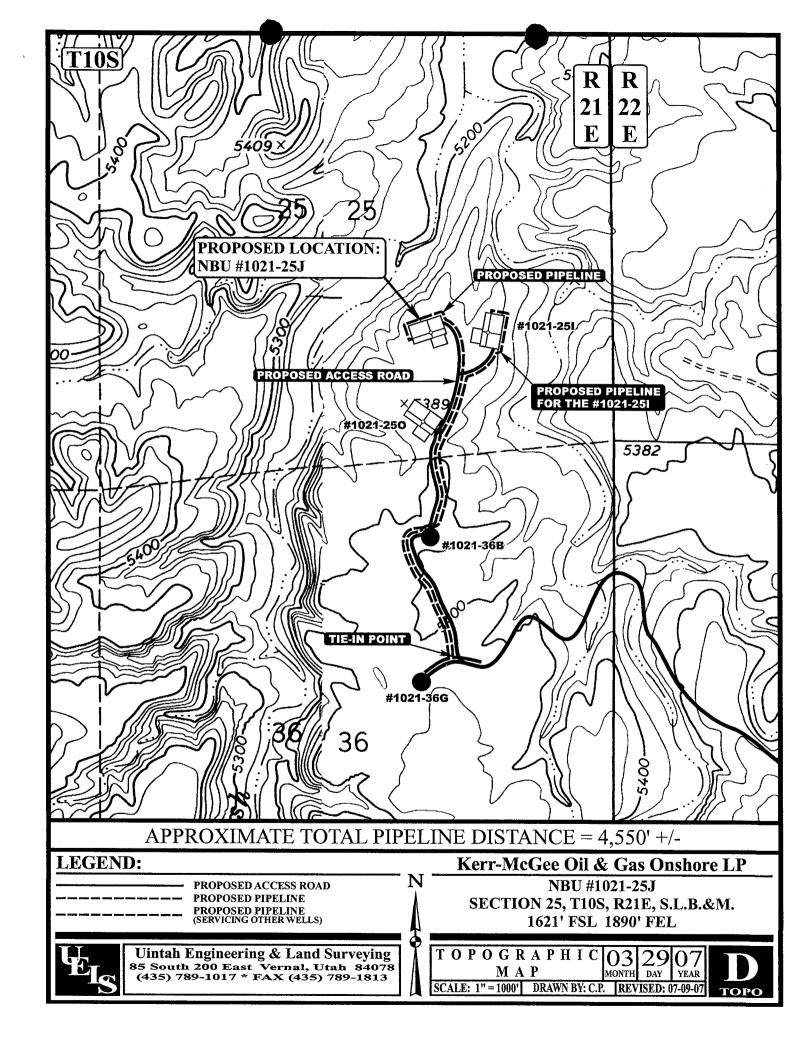
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TAKEN BY: J.W. | DRAWN BY: C.P. | REVISED: 00-00-00









Kerr-McGee Oil & Gas Onshore LP

NBU #1021-25J

PIPELINE ALIGNMENT LOCATED IN UINTAH COUNTY, UTAH **SECTION 25, T10S, R21E, S.L.B.&M.**

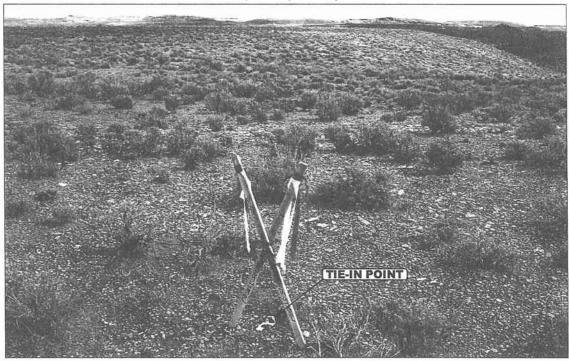


PHOTO: VIEW FROM TIE-IN POINT

CAMERA ANGLE: NORTHEASTERLY

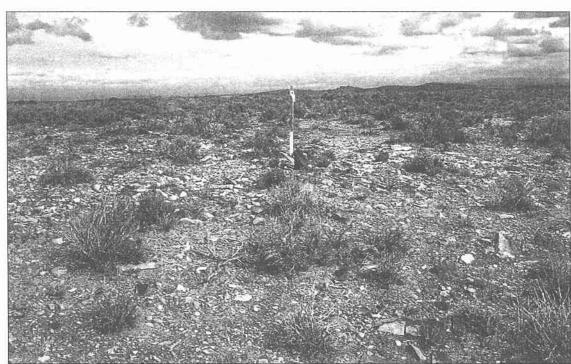


PHOTO: VIEW OF PIPELINE ALIGNMENT

CAMERA ANGLE: NORTHERLY



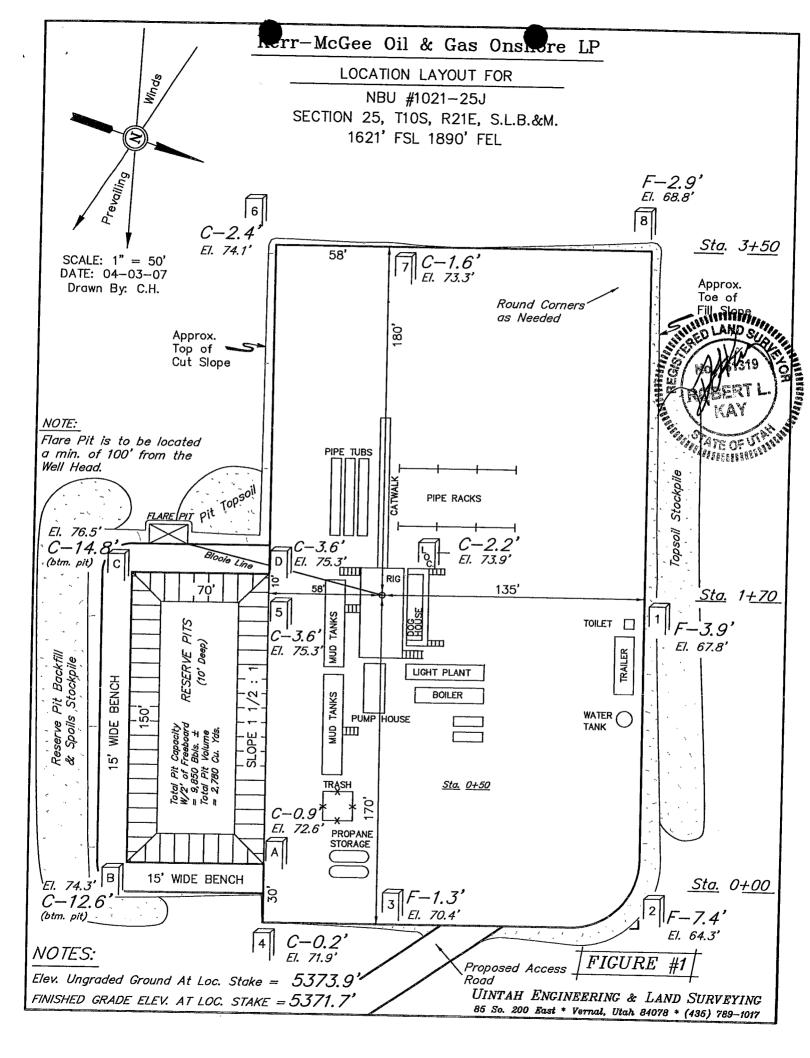
Uintah Engineering & Land Surveying 85 South 200 East Vernal, Utah 84078 435-789-1017 uels@uelsinc.com

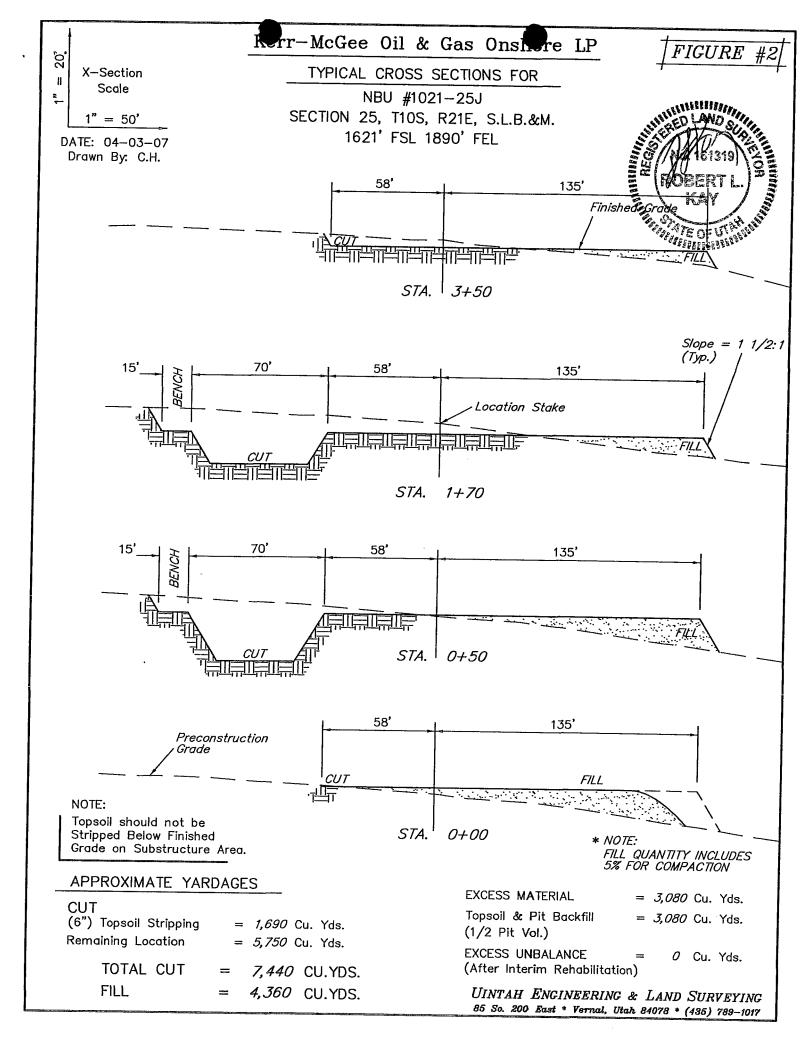
PIPELINE PHOTOS

MONTH DAY YEAR

РНОТО

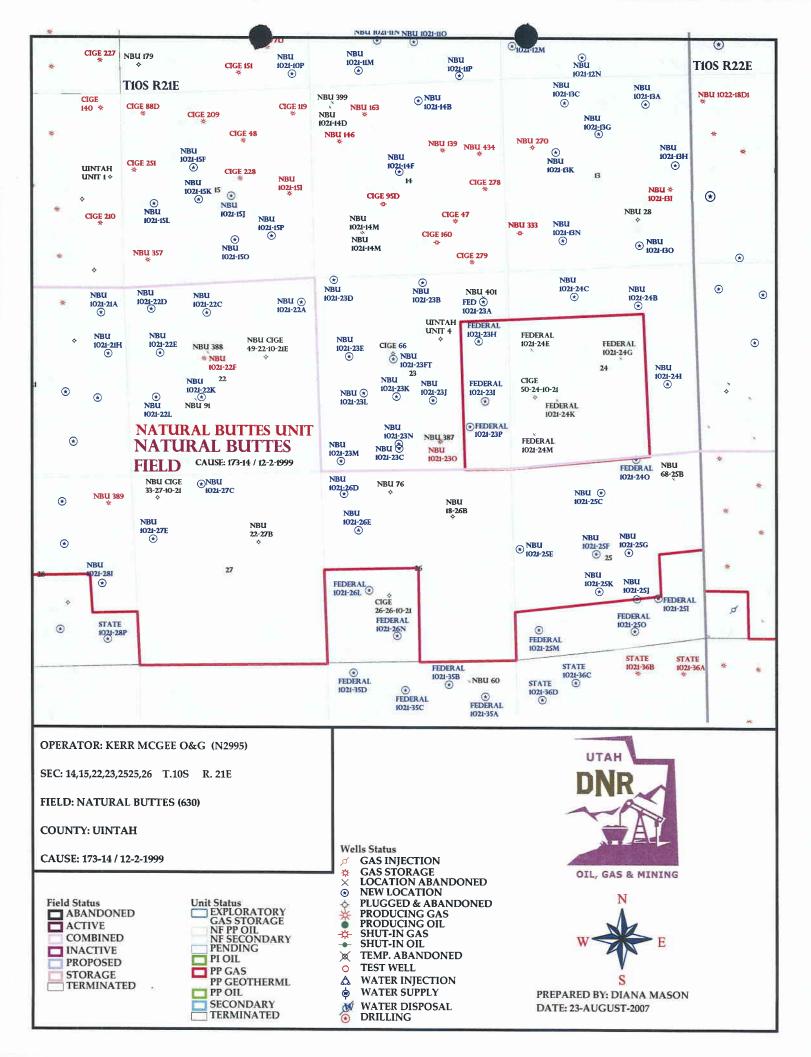
TAKEN BY: J.W. | DRAWN BY: C.P. | REVISED: 00-00-00







APD RECEIVED: 08/21/2007		API NO. ASSIG	NED: 43-047	7-39575
WELL NAME: NBU 1021-25J OPERATOR: KERR-MCGEE OIL & GAS (N2995) CONTACT: SHEILA UPCHEGO		PHONE NUMBER:	435-781-702	4
PROPOSED LOCATION:		INSPECT LOCATN	BY: /	/
NWSE 25 100S 210E SURFACE: 1621 FSL 1890 FEL		Tech Review	Initials	Date
BOTTOM: 1621 FSL 1890 FEL		Engineering		
COUNTY: UINTAH		Geology		
LATITUDE: 39.91581 LONGITUDE: -109.4960 UTM SURF EASTINGS: 628547 NORTHINGS: 44192	285	Surface		
FIELD NAME: NATURAL BUTTES (630)		<u> </u>	
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-0143933 SURFACE OWNER: 1 - Federal		PROPOSED FORMAT		VD .
RECEIVED AND/OR REVIEWED: Plat Bond: Fed[1] Ind[] Sta[] Fee[] (No. WYB000291) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 Water Permit (No. 43-8496) RDCC Review (Y/N) (Date:) Fee Surf Agreement (Y/N) MM Intent to Commingle (Y/N)	R Unit: R	ON AND SITING: 649-2-3. NATURAL BUTTES 649-3-2. Gener iting: 460 From Qt 649-3-3. Excep rilling Unit Board Cause No: Eff Date: Siting: 440 From Qt 649-3-11. Dire	173-14	neonum. Tre
COMMENTS: Sop, Sepan	il Fi			
STIPULATIONS: 1-Euro (SHALF			





Kerr-McGee Oil & Gas Onshore LP 1999 Broadway, Suite 3700 Denver, CO 80205

August 24, 2007

Mrs. Diana Mason Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

RE:

NBU 1021-25J

T10S-R21E

Section 25: NWSE 1621' FSL, 1890' FEL Uintah County, Utah

Dear Mrs. Mason:

Kerr-McGee Oil & Gas Onshore LP has submitted a permit to drill the captioned well to test the Wasatch and Mesaverde formations. The well is located at an exception location to State Rule 173-14 (NBU). The well location is less than 460' from the unit boundary. Kerr-McGee owns 100% of the leasehold in the offset lands and has no objection to the exception location.

Kerr-McGee requests your approval of this exception location. If you have any questions or require any additional information, please do not hesitate to call me at 720-929-6698.

Sincerely,

Beau Colligan

Landman

cc: Chris Latimer

RECEIVED AUG 2 7 2007

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office
P.O. Box 45155
Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

August 29, 2007

Memorandum

To: Assistant District Manager Minerals, Vernal District

From: Michael Coulthard, Petroleum Engineer

Subject: 2007 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2007 within the Natural Buttes Unit, Uintah County, Utah.

API# WELL NAME LOCATION

(Proposed PZ Wasatch/MesaVerde)

43-047-39540 NBU 922-30L-T Sec 30 T09S R22E 2106 FSL 0817 FWL 43-047-39542 NBU 1021-14B Sec 14 T10S R21E 0439 FNL 2355 FEL 43-047-39543 NBU 1021-14F Sec 14 T10S R21E 2404 FNL 2387 FWL 43-047-39544 NBU 1021-150 Sec 15 T10S R21E 1127 FSL 2304 FEL 43-047-39545 NBU 1021-15K Sec 15 T10S R21E 2277 FSL 2041 FWL 43-047-39546 NBU 1021-15L Sec 15 T10S R21E 2188 FSL 0783 FWL 43-047-39547 NBU 1021-15F Sec 15 T10S R21E 2164 FNL 1915 FWL 43-047-39548 NBU 1021-15J Sec 15 T10S R21E 2361 FSL 2372 FEL 43-047-39563 NBU 1021-15P Sec 15 T10S R21E 1214 FSL 1262 FEL 43-047-39564 NBU 1021-22C Sec 22 T10S R21E 0902 FNL 2194 FWL 43-047-39549 NBU 1021-22K Sec 22 T10S R21E 2088 FSL 2006 FWL 43-047-39550 NBU 1021-22A Sec 22 T10S R21E 0668 FNL 0469 FEL 43-047-39551 NBU 1021-22L Sec 22 T10S R21E 2114 FSL 0725 FWL 43-047-39565 NBU 1021-22D Sec 22 T10S R21E 0769 FNL 0641 FWL 43-047-39566 NBU 1021-22E Sec 22 T10S R21E 2000 FNL 0860 FWL 43-047-39567 NBU 1021-23E Sec 23 T10S R21E 2201 FNL 0846 FWL 43-047-39569 NBU 1021-23B Sec 23 T10S R21E 0175 FNL 2391 FEL 43-047-39557 NBU 1021-23K Sec 23 T10S R21E 2021 FSL 2152 FWL 43-047-39558 NBU 1021-23N Sec 23 T10S R21E 0699 FSL 2196 FWL 43-047-39559 NBU 1021-23D Sec 23 T10S R21E 0065 FNL 0460 FWL 43-047-39560 NBU 1021-23L Sec 23 T10S R21E 2126 FSL 1227 FWL

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43-047-39570 NBU 1021-23C Sec 23 T10S R21E 0567 FSL 2203 FWL 43-047-39572 NBU 1021-23M Sec 23 T10S R21E 1906 FSL 2167 FEL 43-047-39575 NBU 1021-25M Sec 23 T10S R21E 0233 FSL 0552 FWL 43-047-39575 NBU 1021-25K Sec 25 T10S R21E 1621 FSL 1890 FEL 43-047-39579 NBU 1021-25K Sec 25 T10S R21E 1848 FSL 2394 FWL 43-047-39579 NBU 1021-26E Sec 26 T10S R21E 1706 FNL 0992 FWL 43-047-39578 NBU 1021-26D Sec 26 T10S R21E 0695 FNL 0614 FWL 43-047-39578 NBU 1021-25F Sec 25 T10S R21E 2477 FNL 2323 FWL 43-047-39541 NBU 1021-31 Sec 03 T10S R21E 1371 FSL 1121 FEL
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This office has no objection to permitting the wells at this time.

/s/ Michael L. Coulthard

bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining
 Central Files
 Agr. Sec. Chron
 Fluid Chron

MCoulthard:mc:8-29-07



State of Utah DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER Executive Director

Division of Oil Gas and Mining

JOHN R. BAZA Division Director

August 29, 2007

Kerr-McGee Oil & Gas Onshore LP 1368 South 1200 East Vernal, Ut 84078

Re:

NBU 1021-25J Well, 1621' FSL, 1890' FEL, NW SE, Sec. 25, T. 10 South, R. 21 East,

Uintah County, Utah

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

Appropriate information has been submitted to DOGM and administrative approval of the requested exception location is hereby granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-39575.

Sincerely

Associate Director

pab Enclosures

cc:

Uintah County Assessor

Bureau of Land Management, Vernal Office



Operator:	Kerr-McGee Oil & Gas Onshore LP			
Well Name & Number	NBU 1021-25J			
API Number:	43-047-39575			
Lease:	UTU-0143933			
Location: <u>NW SE</u>	Sec. 25 T. 10 South	R. 21 East		

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 *et seq.*, the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division with 24 hours of spudding the well.

• Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

• Contact Dustin Doucet at (801) 538-5281 office (801) 733-0983 home

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. In accordance with Order in Cause No. 190-5(b) dated October 28, 1982, the Operator shall comply with requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operator shall ensure that the surface and/or production casing is properly cemented over the entire oil shale interval as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the Division.

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES	
DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-0143933
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: N/A
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT OF CA AGREEMENT NAME: 891008900A
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: NBU 1021-25J
2. NAME OF OPERATOR: Kerr-McGee Oil & Gas Onshore, LP	9. API NUMBER: 4304739575
3. ADDRESS OF OPERATOR: P.O. Box 173779	10. FIELD AND POOL, OR WILDCAT: Natural Buttes Field
4. LOCATION OF WELL	
FOOTAGES AT SURFACE: 1621' FSL & 1890' FEL	соинту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: NWSE 25 10S 21E	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
✓ NOTICE OF INTENT ☐ ACIDIZE ☐ DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING FRACTURE TREAT	SIDETRACK TO REPAIR WELL
Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	TEMPORARILY ABANDON
CHANGE TO PREVIOUS PLANS OPERATOR CHANGE	TUBING REPAIR
CHANGE TUBING PLUG AND ABANDON	VENT OR FLARE
SUBSEQUENT REPORT (Submit Original Form Only) CHANGE WELL NAME PLUG BACK	WATER DISPOSAL
Date of work completion: CHANGE WELL STATUS PRODUCTION (START/RESUME)	WATER SHUT-OFF
COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	✓ other: APD Extension
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volum	es, etc.
Kerr-McGee Oil & Gas Onshore, LP, respectfully requests a one year extension of this APD	in order to complete drilling
operations. Utah Division of Oil, Gas, and Mining initially approved this APD on August 29,	2007.
Approved by the Utah Division of	
Utah Division of	
Oil, Gas and Mining	
Pur 64-17-08	
Date: CS-CO	
\sim \sim \sim \sim \sim \sim \sim \sim	COPY SENT TO OPERATOR
By:	Date: 8-14-2008
	Initials: KS
NAME (PLEASE PRINT) Kevin McIntyre TITLE Regulatory Analy	st I
SIGNATURE DATE 8/11/2008	

(This space for State use only)

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Application for Permit to Drill Request for Permit Extension Validation

Validation
(this form should accompany the Sundry Notice requesting permit extension)

API: Well Name: Location:	4304739575 NBU 1021-25J NWSE 1621' FSL &	& 1890' FEL, Sec 25, T10	0S, R21E
Company Per		Kerr-McGee Oil & Ga	
above, hereby	verifies that the	information as subr	on the property as permitted mitted in the previously es not require revision.
Following is a verified.	checklist of some	e items related to th	ne application, which should be
· ·	rivate land, has t en updated? Yes	•	ged, if so, has the surface
-		the vicinity of the prents for this location	roposed well which would affec ? Yes⊡No☑
	•	er agreements put i proposed well? Yes	n place that could affect the □ No ☑
		to the access route proposed location?	including ownership, or right- Yes□No☑
Has the approv	ved source of wa	ater for drilling chan	ged? Yes□No☑
	ire a change in p		ace location or access route s discussed at the onsite
Is bonding still	in place, which o	covers this propose	d well? Yes ☑No □
Kin	7 /		8/11/2008
Signature		<u>. </u>	Date
Title: Regulator	ry Analyst I		
Representing:	Kerr-McGee Oil &	& Gas Onshore, LP	
			F BECEIVED

AUG 1 2 2008



GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER

Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA

Division Director

February 24, 2009

Raleen White Anadarko Petroleum Corp. PO Box 173779 Denver, CO 80217-3779 43 047 39575 NBU 1021 - 25J 10S ZVE 25

Re: <u>APDs Rescinded at the request of Anadarko Petroleum Corp.</u>

Dear Ms. White:

Enclosed find the list of APDs that you requested to be rescinded to Anadarko Petroleum Corp. No drilling activity at these locations has been reported to the division. Therefore, approval to drill these wells is hereby rescinded, effective February 20, 2009.

A new APD must be filed with this office for approval <u>prior</u> to the commencement of any future work on the subject locations.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diana Mason

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal

SITLA, Ed Bonner



43047395730000	FEDERAL 1021-23P	10S	21E	23	SESE
43047395770000	FEDERAL 1021-25I	10S	21E	25	NESE
43047395760000	FEDERAL 1021-25M	10S	21E	25	SWSW
43047397930000	Federal 1021-25N	10S	21E	25	SESW
43047395810000	FEDERAL 1021-34K	108	21E	34	NESW
43047395520000	FEDERAL 1021-34M	108	21E	34	swsw
43047395560000	FEDERAL 1021-34P	108	21E	34	SESE
43047389890000	FEDERAL 1021-35F	10S	21E	35	SENW
43047389760000	FEDERAL 1021-35G	108	21E	35	SWNE
43047389380000	FEDERAL 1021-35H	10S	21E	35	SENE
43047389350000	FEDERAL 1021-35I	108	21E	35	NESE
43047389330000	FEDERAL 1021-35P	108	21E	35	SESE
43047389370000	FEDERAL1021-35A	10S	21E	35	NENE
43047365050000	LOVE 1121-2B	118	21E	02	NWNE
43047394050000	LOVE UNIT 1121-10NT	118	21E	10	SESW
43047393910000	LOVE UNIT 1121-3NT	11S	21E	03	swsw
43047388240000	LOVE UNIT 1122-18C	11S	22E	18	NENW
43047388250000	LOVE UNIT 1122-18J	118	22E	18	NWSE
43047388260000	LOVE UNIT 1122-18K	11S	22E	18	NESW
43047396050000	LOVE UNIT 1122-18L	118	22E	18	NWSW
43047396030000	LOVE UNIT 1122-19C	118	22E	19	NENW
43047386310000	MULLIGAN 823-23H	08S	23E	23	SENE
43047387130000	MULLIGAN 823-240	085	23E	24	SWSE
43047393730000	NBU 1020-1KT	108	20E	01	NESW
43047393740000	NBU 1020-24BT	10S	20E	24	NWNE
43047393760000	NBU 1021-11I	108	21E	11	NESE
43047393800000	NBU 1021-11M	108	21E	11	swsw
43047393790000	NBU 1021-11P	108	21E	11	SESE
4304739383	NBU 1021-12A	10S	21E	12	NENE
43047393860000	NBU 1021-12L - STATE	108	21E	12	NWSW
43047393840000	NBU 1021-12N	108	21E	12	SESW
43047395470000	NBU 1021-15F	108	21E	15	SENW
43047395460000	NBU 1021-15L	10S	21E	15	NWSW
43047395630000	NBU 1021-15P	10S	21E	15	SESE
43047395260000	NBU 1021-20G STATE/FED	10S	21E	20	SWNE
43047395340000	NBU 1021-20J STATE/FED	10S	21E	20	NWSE
43047395330000	NBU 1021-20K STATE/FED	10S	21E	20	NESW
43047395320000	NBU 1021-20L STATE/FED	108	21E	20	NWSW
43047395310000	NBU 1021-200 STATE/FED	108	21E	20	SWSE
43047375280000	NBU 1021-21C (FKA C275)	108	21E	21	NENW
43047367020000	NBU 1021-21H	10S	21E	21	SENE
43047395500000	NBU 1021-22A	10S	21E	22	NENE
43047394030000	NBU 1021-23FT	10S	22E	23	SENW
43047395600000	NBU 1021-23L	10S	21E	23	NWSW
43047395780000	NBU 1021-25F	10S	21E	25	SENW
43047395750000	NBU 1021-25J	10\$	21E	25	NWSE
43047395610000	NBU 1021-25K	108	21E	25	NESW

43047395800000	NBU 1021-26D	108	21E	26	NWNW
43047395790000	NBU 1021-26E	10\$	21E	26	SWNW
43047379680000	NBU 1021-6C	108	21E	06	NENW LOT 3
43047379670000	NBU 1021-6D	108	21E	06	NWNW LOT 4
43047379410000	NBU 1021-7B	108	21E	07	NWNE
43047401850000	NBU 921-31BT	098	21E	31	NWNE
43047363950000	NBU 921-33K	098	21E	33	NESW
4304740038	HATCH 923-13A	098	23E	13	NENE
4304740060	HATCH 923-13ED	09S	23E	13	SWNW
4304740059	HATCH 923-13O	09S	23E	13	SWSE
4304740061	HATCH 923-14M	09S	23E	14	SWSW
4304740143	HATCH 923-14O	098	23E	14	SWSE
4304740064	HATCH 923-15B	09S	23E	15	NWNE
4304740062	HATCH 923-15L	09S	23E	15	NWSW
4304740063	HATCH 923-15P	09S	23E	15	SESE
4304740065	HATCH 923-24O	09S	23E	24	SWSE
4304740069	HATCH 923-25A	098	23E	25	NENE
4304740068	HATCH 923-25I	09S	23E	25	NESE
4304740070	HATCH 923-25O	09S	23E	25	SWSE
43047388010000	FEDERAL 1022-15H	108	22E	15	SENE
4304739388	FEDERAL 1022-15K	10S	22E	15	NESW
43047389240000	FEDERAL 1022-15L	10S	22E	15	NWSW
					· · · · · · · · · · · · · · · · · · ·



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Green River District-Vernal Field Office 170 South 500 East Vernal, UT 84078 (435) 781-4400 Fax: (435) 781-4410

http://www/blm.gov/ut/st/en/fo/vernal/html



IN REPLY REFER TO: 3160 LLUTG01100

March 2, 2009

Raleen White Kerr McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 43047 39575

Re:

Return Unapproved APD Well No. NBU 1021-25J NWSE, Sec. 25, T10S, R21E Uintah County, Utah Lease No. UTU-0143933 Natural Buttes Unit

Dear Ms. White:

The Application for Permit to Drill (APD) for the above referenced well received August 16, 2007, is being returned unapproved per your request to this office in an email message on February 20, 2009. If you intend to drill at this location at a future date, a new APD must be submitted.

If you have any questions regarding this matter, please contact me at (435) 781-4455.

Sincerely,

Cindy Severson

Cindy Severson Land Law Examiner

Enclosures

CC:

UDOGM

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DIV. OF OIL, GAS & MINING